

TENNESSEE REGULATORY AUTHORITY

Deborah Taylor Tate, Chairman
Pat Miller, Director
Sara Kyle, Director
Ron Jones, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

August 6, 2003

Mr. Bill Morris
Director of Corporate Planning & Development
Piedmont Natural Gas Company
1915 Rexford Road
Charlotte, NC 28233

Re: **Docket No. 03-00313** - Application of Nashville Gas Company, a Division of Piedmont Natural Gas Company, Inc. for an Adjustment of its Rates and Charges, the Approval of Revised Tariffs and the Approval of Revised Service Regulations

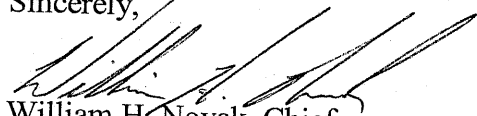
Dear Mr. Morris:

To further the Staff's analysis of the reasonableness of the rates filed April 29, 2003 by Nashville Gas Company, we request that you furnish an original and nine (9) copies of the information requested below. Please provide responses by August 13, 2003.

127. Provide corrected schedules for "Computation of Average Accumulated Depreciation" and "Computation of Average Accumulated Amortization." This request refers to Staff's previous conversation with Bill Morris.
128. State the Company's position regarding placing gas inventory within the PGA mechanism versus including it as a component of rate base.
129. Refer to the Company's working paper DIST-1. Explain GTI Funding in more detail, including the benefits to the customer.
130. Provide the calculation for the Company's annual inflation rate of 2.0%.

If you have questions regarding this data request, please consult one of the Energy and Water Staff prior to responding.

Sincerely,



William H. Novak, Chief
Energy and Water Division

C: Deborah Taylor Tate, Chairman
Pat Miller, Director
Ron Jones, Director
Sara Kyle, Director
Sharla Dillon, Docket Room
Richard Collier, Chief Counsel
Administrative Aides

DataRequest7-30-03